GOVERNMENT OF INDIA
HEAVY INDUSTRIES AND PUBLIC ENTERPRISES
LOK SABHA

UNSTARRED QUESTION NO:1090
ANSWERED ON:23.11.2001
VALUATION OF ASSETS OF SICK PSUS
ABDUL RASHID SHAHEEN

Will the Minister of HEAVY INDUSTRIES AND PUBLIC ENTERPRISES be pleased to state:

(a) the number of public sector units which are proposed to be closed down or liquidated shortly;

(b) whether such public sector units have immovable assets which are likely to be cornered by land mafia in the event of closure;

(c) whether the Government have not evaluated the real fair value/price of those assets and is going ahead for the disposal of such units without any scientific evaluation of the said immovable assets; and

(d) if so, the details thereof and corrective measures taken in this regard?

Answer

THE MINISTER OF STATE (HI&PE) DR. VALLABHBHAI KATHIRIA

(a) As per information available, as on 30.6.2001, BIFR have recommended `winding up` of 12 CPSUs (list enclosed). Establishments of Bharat Gold Mines Ltd. (BGML), Tannery & Footwear Corporation Of India Ltd. (TAFCO), Mandya National Pape Mills Ltd. (MNPM), Bharat Process and Mechanical Engg. Ltd. (BPMEL), Weighbird (India) Ltd. (WIL), Rehabilitation Industries Cor (RIC) and National Bicycle Corp. of India Ltd. (NBCIL) have been closed.Permission for closure is received for Mining & Allied Machinery Corpn. Ltd. (MAMC).Four units of HMT and seven loss making Refractory Units (LRUs) / Fabrication Yard of Burn Standard Co. Ltd. (BSCL) have been closed.Further closure of Cycle Corporation of India Ltd. (CCIL), Indian Road Constructior Corpn (IRCC) and ET&T have also been approved by the Government. Tea Trading Corpn of India (TTCI) has filed an application fo liquidation.

(b), (c) & (d) Such companies would have to go through the winding-up process under the Companies Act, wherein liquidator appointed by the High Court would deal with assets and liabilities of the company.

Statement in reference to Lok Sabha Unstarred Question No. 1090 due for reply on 23-11-2001.

Winding Up Recommended By BIFR

1 BHARAT GOLD MINES LTD.
2 BHARAT PROCESS & MECHANICAL ENGINEERS LTD.
3 BRITISH INDIA CORPORATION LTD.
4 CAWNPORE TEXTILES LTD.
5 CYCLE CORPORATION OF INDIA LTD.
6 ELGIN MILLS COMPANY LTD.
7 MAHARASHTRA ANTIBIOTICS & PHARMACEUTICALS LTD.
8 MANDYA NATIONAL PAPER MILLS LTD.
9 MINING & ALLIED MACHINERY CORPN. LTD.
10 NATIONAL BICYCLE CORPORATION OF INDIA LTD.
11 TANNERY & FOOTWEAR CORPN. OF INDIA LTD.
12 WEIGHBIRD (INDIA) LTD.